

March 22, 2021

RETIREMENT OF WINYAH UNITS 1, 2, 3 AND 4

Adopted ✓

Rejected

Postponed

R E S O L U T I O N

WHEREAS, On November 21, 2019, the Board of Directors of the South Carolina Public Service Authority (the "Authority") approved and adopted the Proposal for Reform developed pursuant to the South Carolina General Assembly's Act 95 of 2019 (the "Reform Plan"), which included, among other things, the Authority's plans for generation over the next twenty years and specifically contemplated the retirement of the Winyah Generating Station; and

WHEREAS, The South Carolina General Assembly's Act 135 of 2020 permits the Authority to do certain things necessary for closing and decommissioning the Winyah Generating Station; and

WHEREAS, On December 7, 2020, the Board of Directors authorized construction of a 20MW generating resource in Horry County in furtherance of its plans to retire the Winyah Generating Station; and

WHEREAS, The Authority's management has evaluated the costs of compliance necessary to obtain a new National Pollutant Discharge Elimination System (NPDES) permit for operation of the Winyah Generating Station and the projected generation resource needs for the Authority's system and, based on this assessment, has determined that it is not cost effective to implement the new environmental regulatory measures that may be necessary for the future permitting of the Winyah Generating Station; and

WHEREAS, The Authority's management recommends a retirement plan reflecting closure of Winyah Units 3 and 4 in December 2023 and closure of Winyah Units 1 and 2 in December 2027; and

WHEREAS, The Authority management's evaluation confirms the orderly retirement of the Winyah Generating Station is in the best interests of the Authority and it recommends that the Board of Directors affirmatively authorize the President and CEO to take all actions necessary to effect such retirement; and

WHEREAS, The Board of Directors has considered and appropriately balanced the factors set forth in South Carolina Code Section 58-31-55(A)(3) and has determined that the orderly retirement of the Winyah Generating Station as set forth above is in the best interests of the Authority; now, therefore, be it

RESOLVED, The Board of Directors authorizes and directs the President and CEO to take such actions as he deems necessary or appropriate, subject to the limitations of Act 135, regarding the Winyah Generating Station, including the execution or modification of all agreements, permits and other necessary documents, to effect the orderly retirement of the Winyah Generating Station in accordance with the timeline set forth above, but in any event no later than December 31, 2028 in compliance with the applicable federal regulatory deadlines.

**If approved by the Committee, this resolution will be referred to the full Board for approval.
This resolution was referred to and approved by the full Board.*